ISEMAN, CUNNINGHAM, RIESTER & HYDE, LLP

Attorneys and Counselors at Law

Michael J. Cunningham Robert H. Iseman Carol A. Hyde Brian M. Culnan Richard A. Frankel Richard A. Mitchell Karen E. Sosler James P. Lagios John F. Queenan

Frederick C. Riester Senior Counsel

Joshua E. Mackey

9 Thurlow Terrace • Albany, NY 12203 Phone 518-462-3000 Facsimile 518-462-4199 www.icrh.com

2649 South Road • Poughkeepsie, NY 12601 Phone 845-473-8100 Facsimile 845-473-8777

June 21, 2013

Laurie K. Chisolm**
Penny M. Hahn
Marc A. Antonucci
Linda J. Terner*
Omer Gil
Frank P. Izzo
Michael W. Deyo
Michelle Almeida+
Brett A. Bush†

+Also Admitted in Connecticut

Also Admitted in Massachusetts

Also Admitted in New Jersey

Also Admitted in Vermont

Also Admitted in Virginia

Hon. Andrew T. Baxter U.S. Magistrate Judge Federal Building and U.S. Courthouse P.O. Box 7396 Syracuse, NY 13261-7396

Re: UFP Atlantic Division, LLC v. Route 299 Retail Center, LLC, et al. Case No. 1:12-cv-053 MAD/ATB

Dear Judge Baxter:

On behalf of UFP Atlantic Division, LLC ("UFP"), the plaintiff in the above action, I submit this status report in accordance with Your Honor's order dated April 8, 2013.

Pursuant to the Court's Judgment of Foreclosure and Sale, entered March 21, 2013, the public foreclosure sale was conducted by Referee Cloonan on June 5, 2013, following compliance with the statutory notice and publication provisions. No bidders appeared other than UFP, which bid \$1,000,000 for the mortgaged property. Accordingly, title will be transferred by Referee's Deed to UFP.

Within 90 days of delivery of the Referee's Deed, UFP may move for a deficiency judgment against the defendants. In addition, defendants Michael and Denise Barnett remain personally liable for any deficiency judgment, and for their alleged breach of the \$650,000 note, which is the subject of UFP's fifth cause of action. UFP presently intends to prosecute these remaining claims against the defendants.

Thank you for your time and consideration.

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Respectfully Submitted,

ISEMAN, CUNNINGHAM, RIESTER & HYDE, LLP

Michael Withing

Michael W. Deyo (Bar Roll No. 516168)

Attorneys for Plaintiff

cc: via ECF to all counsel